

340B HELPS KIDS

The 340B Drug Pricing Program supports safety net providers, such as children's hospitals, in their mission to serve low-income, uninsured, and under-insured patients. Under the 340B program, hospitals that treat a large number of low-income patients can purchase outpatient drugs at lower prices, freeing up resources to support hospital operations and provide services to their patients.

Protect 340B. Actions that threaten 340B hurt kids.

Children's hospitals use the 340B savings to help offset low Medicaid reimbursement. 340B savings are also used to subsidize part of the cost of providing critical services that benefit the local communities these hospitals serve. Examples include:



**BEHAVIORAL
HEALTH SERVICES**

**ANNUAL FLU
VACCINATIONS**



**HEMOPHILIA
TREATMENT
CENTERS**

**AFFORDABLE
PRESCRIPTION
DRUGS**



1. "Office of Pharmacy Affairs 340B OPAIS," Health Resources & Services Administration, 2021. "Community Benefit Insight," RTI International, 2021.
2. Annual Benchmark Report Fiscal Year 2023 Freestanding and Children's Hospital in Hospital Cohort, Children's Hospital Association, 2023.



54

children's hospitals currently
participate in the 340B Program.¹

In 2021, Medicaid
underpaid the 340B
children's hospitals by

\$3.6B^{1*}

¹*54 340B children's hospitals were identified using the Health Resources and Services Administration's Office of Pharmacy Affairs 340B OPAIS database. Medicaid shortfall is calculated using data from communitybenefitinsight.org. Data is only available for 40 of the 54 340B children's hospitals.

Children's hospitals are safety net
providers that
treat children regardless
of their abilities to pay.

**Children's hospitals care for a
high percentage of low-income
children.** On average, more than
half of the patients treated at
children's hospitals are covered by
Medicaid/CHIP.²